# VEER NARMAD SOUTH GUJARAT UNIVERSITY, SURAT
## CLASS: SECOND YEAR B.COM SEM: 3
## SUBJECT: BANKING PAPER NO: 1
## COURSE TYPE: SEC – 2 CREDIT
## EFFECTIVE FROM ACADEMIC YEAR 2024-25 ONWARDS

**OBJECTIVES:** The objective of the paper is to give broad idea of the law and practice of Banking with special references to india.

**OUT COMES:**

After completion of the course, learners will be able to:

1.To Make understand about Banker's Customer relationship.

2 .To Make understand about payment & Collection of Customer's cheque.

**COURSE CONTENT:**

| UNIT NO | CONTENT | WEIGHTAGE |
|---|---|---|
| 1 | **Banker and customer Relationship:** Definition of banker & customer – general & legal relation of banker and customers –Bankers as borrower – A debt by a banker vs. an ordinary commercial debt -Rights of banker –bankers Lien and right of set off – banke's right to charge interest and commission.-Banker's obligation to maintain secrecy of the customer's accounts- | 40 |
| 2 | **Payments and Collection of Customer's cheque:** Meaning of Payments of cheque- Meaning of collection of cheque- Precaution- Payments in due course- When a banker is justified in refusing payment-wrongful dishonor of cheque- countermanding payments of cheque and drafts – protection given to a paying banker. The banker as holder for value- collecting banker and his customer- precaution- duties of collecting banker- protection given to a collecting banker. | 40 |
| 3 | **Practical problems on any above topics.** | 20 |

**REFERENCES:**


1. Money & Banking - Satish Munjal
2. Banking Law and practice .M.L.Tennan.
3. બેંકિંગ કાનૂન અને વ્યવહાર -ધીરુભાઇ વેલવન.